

**STATE OF MICHIGAN
DEPARTMENT OF ENERGY, LABOR & ECONOMIC GROWTH
OFFICE OF FINANCIAL AND INSURANCE REGULATION**

Before the Commissioner of Financial and Insurance Regulation

In the matter of:

**United Guaranty Residential Insurance
Company of North Carolina**

Enforcement Case No. 08-6511

Respondent

Margaret DuB. Avery /

Issued and entered
on 4/21/09
by **Stephen R. Hilker,**
Chief Deputy Commissioner

CONSENT ORDER AND STIPULATION

A. Findings of fact and conclusions of law

1. Contrary to R 500.2202(e), Respondent failed to submit to the Commissioner by April 1, 2007, a list certified as complete and accurate of all forms in effect in Michigan containing discretionary clauses or to submit a letter certifying that Respondent has no such forms in effect in Michigan.
2. Respondent did not certify as required by R 500.2202(e) until on or about August 22, 2009.
3. Based on the foregoing conduct, Respondent has violated R 500.2202.

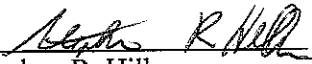
B. Order

Based on the findings of fact and conclusions of law above and Respondent's stipulation, the

Commissioner ORDERS that:

1. Respondent shall pay to the State of Michigan, through the Office of Financial and Insurance Regulation (hereafter OFIR), a civil fine in the amount of One Thousand Dollars (\$1,000). Upon issuance and entry of this Order, OFIR will send an Invoice to Respondent and Respondent shall pay the fine by the due date printed on the Invoice.


2. Respondent shall comply with all Rules issued by the Commissioner applicable to Respondent's certificate of authority.


Stephen R. Hilker
Chief Deputy Commissioner

C. STIPULATION


I Margaret DuB. Avery, acting on behalf of **UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA**, have read and understand the proposed Consent Order above. I agree that the Commissioner has jurisdiction and authority to issue this Consent Order pursuant to the Michigan Insurance Code. I voluntarily waive the right to a hearing in this matter if this Consent Order is issued. I understand that this Stipulation and Consent Order will be presented to the Chief Deputy Commissioner for approval and that the Chief Deputy Commissioner may or may not issue this Consent Order. I waive any objection to the Commissioner deciding this case following a hearing in the event the Consent Order is not approved. Henceforth, I agree to comply with the requirements of the Michigan Insurance Code and all applicable Rules. I agree to the entry of this Order.

UNITED GUARANTY RESIDENTIAL INSURANCE COMPANY OF NORTH CAROLINA

Dated: April 17, 2009
By: 
Its: Senior Vice President


Assistant Vice President

THE OFFICE OF FINANCIAL AND INSURANCE REGULATION

Dated: 4-28-09
By: 
Its: Counsel